HOUSE No.

The Commonwealth of Massachusetts

PRESENTED BY:

Frank A. Moran

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act providing for natural gas workforce safety.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
Frank A. Moran	17th Essex	1/13/2025

HOUSE No.

[Pin Slip]

The Commonwealth of Massachusetts

In the One Hundred and Ninety-Fourth General Court (2025-2026)

An Act providing for natural gas workforce safety.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1	Section 1. Section 1E of Chapter 164 of the General Laws shall hereby be amended by
2	striking out said section and replacing it with the following section:

3 "Section 1E (a) The department is hereby authorized to promulgate rules and regulations 4 to establish and require performance based rates for each distribution, transmission, and gas 5 company organized and doing business in the commonwealth pursuant to the provisions of this 6 chapter. In promulgating such performance based rate schemes, the department shall establish 7 service quality standards each distribution, transmission, and gas company, including, but not 8 limited to, standards for customer satisfaction service outages, distribution facility upgrades, 9 repairs and maintenance, telephone service, billing service, public safety, occupational safety, 10 training and certifications for both in-house and contractor employees, map and record accuracy, 11 and in-house staffing benchmarks sufficient to ensure pipeline safety through the period of 12 transition to net zero emissions. provided, however, that such service quality standards shall

include benchmarks for employee staff levels and employee training programs for each suchdistribution, transmission, and gas company.

In addition, the department shall require each gas company, as part of performance based ratemaking, require each gas company to submit a just transition plan, which must be approved by the department, to address workforce development, maintenance and attrition over the course of the transition to net zero emissions generally, and the PBR period specifically, and provide for the following:

1. A detailed proposed chronology for transition to net zero emissions energy supply and
 distribution to be set through performance based ratemaking;

22 2. Sufficient in-house staffing levels, in each relevant classification, to ensure the safety
23 and reliability of the gas company's pipeline through the projected transition period;

3. Training and workforce development plans providing for gas company workforce
needs on residual natural gas and electric as well as alternative energy sources, generation and
distribution infrastructure utilized by the gas company to replace and/or complement natural gas;

4. Any and all mitigation measures to address the impacts of transition—e.g., attrition,
retrenchment—on the gas company's workforce over the course of the PBR—including, but not
limited to—cross-training and hiring preferences at dual-fuel companies and joint ventures with
renewable energy generators/distributors, early retirement incentives;

5. In the event of the gas company's anticipated substantial partial or complete cessation
of gas operations in Massachusetts during the period in which PBR is effective:

33	a. Means by which the gas company, and/or its parent corporation intends to avoid
34	burdening the Commonwealth, its ratepayers, and taxpayers with the social welfare costs
35	resulting from such cessation;
36	b. Measures to ensure the solvency of the LDC pension system during and after
37	transition;
38	c. Measures to stem the displacement of LDC employees attrited as a result of transition
39	from the Massachusetts energy sector.
40	Nothing in this section shall prohibit or supplant the LDC's collective bargaining
41	obligations relative to the National Labor Relations Act.
42	(b) In complying with the service quality standards and employee benchmarks
43	established pursuant to this section, a distribution, transmission, or gas company that makes a
44	performance based rating filing after the effective date of this act shall not be allowed to engage
45	in labor displacement or reductions below staffing levels in existence on January 1, 2022, unless
46	such are fully compliant with any law supporting a just transition to net zero emissions and part
47	of a collective bargaining agreement or agreements between such company and the applicable
48	organization or organizations representing such workers, or with the approval of the department
49	following an evidentiary hearing at which the burden shall be upon the company to demonstrate
50	that such staffing reductions shall not adversely disrupt service quality standards or public
51	safety and shall maintain reliable service through the transition to net zero emissions as
52	established by the department herein. Nothing in this paragraph shall prevent reduction of forces
53	below the January 1, 2022 level through early retirement and severances negotiated with labor
54	organizations before said date.

55	(c) The department shall promulgate regulations relative to an alternative dispute
56	resolution process for the handling of damage claims by customers in an amount under \$100.
57	The department shall establish a 60 day timeline for the resolution of all mediation claims. The
58	department shall issue a biannual report to the joint committee on telecommunications, utilities
59	and energy which shall include, but not be limited to, the following information: the nature of
60	consumer claims, the number of consumer claims and the resolutions of consumer claims
61	reviewed by the department during the previous 6 months. Said report shall be available for
62	public review at the department."
63	Section 2. Section 145 of Chapter 164 is hereby amended by striking out said section and
64	replacing it with a new section:
<i>с</i> -	
65	"Section 145. (a) For the purposes of this section, the following words shall, unless the
66	context clearly requires otherwise, have the following meanings:
66 67	context clearly requires otherwise, have the following meanings: "Customer", a retail natural gas customer.
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67 68	"Customer", a retail natural gas customer. "Eligible infrastructure replacement", a replacement or an improvement of existing
67 68 69	"Customer", a retail natural gas customer. "Eligible infrastructure replacement", a replacement or an improvement of existing infrastructure of a gas company that: (i) is made on or after January 1, 2015; (ii) is designed to
67 68 69 70	"Customer", a retail natural gas customer. "Eligible infrastructure replacement", a replacement or an improvement of existing infrastructure of a gas company that: (i) is made on or after January 1, 2015; (ii) is designed to improve public safety or infrastructure reliability; (iii) does not increase the revenue of a gas
67 68 69 70 71	"Customer", a retail natural gas customer. "Eligible infrastructure replacement", a replacement or an improvement of existing infrastructure of a gas company that: (i) is made on or after January 1, 2015; (ii) is designed to improve public safety or infrastructure reliability; (iii) does not increase the revenue of a gas company by connecting an improvement for a principal purpose of serving new customers; (iv)
67 68 69 70 71 72	"Customer", a retail natural gas customer. "Eligible infrastructure replacement", a replacement or an improvement of existing infrastructure of a gas company that: (i) is made on or after January 1, 2015; (ii) is designed to improve public safety or infrastructure reliability; (iii) does not increase the revenue of a gas company by connecting an improvement for a principal purpose of serving new customers; (iv) reduces, or has the potential to reduce, lost and unaccounted for natural gas through a reduction
 67 68 69 70 71 72 73 	"Customer", a retail natural gas customer. "Eligible infrastructure replacement", a replacement or an improvement of existing infrastructure of a gas company that: (i) is made on or after January 1, 2015; (ii) is designed to improve public safety or infrastructure reliability; (iii) does not increase the revenue of a gas company by connecting an improvement for a principal purpose of serving new customers; (iv) reduces, or has the potential to reduce, lost and unaccounted for natural gas through a reduction in natural gas system leaks; (v) is not included in the current rate base of the gas company as
 67 68 69 70 71 72 73 74 	"Customer", a retail natural gas customer. "Eligible infrastructure replacement", a replacement or an improvement of existing infrastructure of a gas company that: (i) is made on or after January 1, 2015; (ii) is designed to improve public safety or infrastructure reliability; (iii) does not increase the revenue of a gas company by connecting an improvement for a principal purpose of serving new customers; (iv) reduces, or has the potential to reduce, lost and unaccounted for natural gas through a reduction in natural gas system leaks; (v) is not included in the current rate base of the gas company as determined in the gas company's most recent rate proceeding; (vi) may include use of advanced

replacing gas infrastructure with utility-scale non-emitting renewable thermal energyinfrastructure.

79 "Plan", a targeted infrastructure replacement program construction plan that a gas80 company files pursuant to subsection (b).

81 "Project", an eligible infrastructure replacement project proposed by a gas company in a
82 plan filed under this section.

83 (b) A gas company shall file with the department a plan to address aging or leaking 84 natural gas infrastructure within the commonwealth and the leak rate on the gas company's 85 natural gas infrastructure in the interest of public safety and reducing lost and unaccounted for 86 natural gas through a reduction in natural gas system leaks. This plan shall include, but not be 87 limited to, provisions to ensure the gas company trains a sufficient, highly skilled, stable 88 workforce to repair and maintain the safety and reliability of its pipeline for the duration of its 89 useful life, until and including its retirement or re-purposing for alternative use. Each company's 90 gas infrastructure plan shall include interim targets for the department's review. The department 91 shall review these interim targets to ensure each gas company is meeting the appropriate pace to 92 reduce the leak rate on and to replace the gas company's natural gas infrastructure in a safe and 93 timely manner. The interim targets shall be for periods of not more than 6 years or at the 94 conclusion of 2 complete 3-year walking survey cycles conducted by the gas company. The gas 95 companies shall incorporate these interim targets into timelines for removing all leak-prone 96 infrastructure filed pursuant to subsection (c) and may update them based on overall progress. 97 The department may levy a penalty against any gas company that fails to meet its interim target

98 in an amount up to and including the equivalent of 2.5 per cent of such gas company's

99 transmission and distribution service revenues for the previous calendar year.

100 (c) Any plan filed with the department shall include, but not be limited to: (i) eligible 101 infrastructure replacement of mains, services, meter sets and other ancillary facilities composed 102 of non-cathodically protected steel, cast iron and wrought iron, prioritized to implement the 103 federal gas distribution pipeline integrity management plan annually submitted to the department 104 and consistent with subpart P of 49 C.F.R. part 192; (ii) an anticipated timeline for the 105 completion of each project; (iii) the estimated cost of each project; (iv) rate change requests; (v) 106 a description of customer costs and benefits under the plan; (vi) the relocations, where practical, 107 of a meter located inside of a structure to the outside of said structure for the purpose of 108 improving public safety; (vii) how the gas company intends to utilize its in-house workforce and 109 outside contractor crews, respectively, to perform construction; (viii) all oversight and quality 110 assurance measures implemented by the gas company on construction during the course of the 111 plan; (ix) all funds to be expended on training for its in-house on the construction and 112 maintenance of its pipeline; (x) any plans for the utilization of pipeline to satisfy the 113 Commonwealth's net zero emissions goals and aggregated data reflecting the projected impact of 114 the plans on the Commonwealth's net zero emissions goals; and (xi) any other information the 115 department considers necessary to evaluate the plan.

As part of each plan filed under this section, a gas company shall include a timeline for removing all leak-prone infrastructure on an accelerated basis specifying an annual replacement pace and program end date with a target end date of: (i) not more than 20 years from the filing of a gas company's initial plan; or (ii) a reasonable target end date considering the allowable recovery cap established pursuant to subsection (f). The department shall not approve a timeline

121 as part of a plan unless the allowable recovery cap established pursuant to subsection (f) provides 122 the gas company with a reasonable opportunity to recover the costs associated with removing all 123 leak-prone infrastructure on the accelerated basis set forth under the timeline utilizing the cost 124 recovery mechanism established pursuant to this section. After filing the initial plan, a gas 125 company shall, at 5-year intervals, provide the department with a summary of its replacement 126 progress to date, a summary of work to be completed during the next 5 years and any similar 127 information the department may require. The department may require a gas company to file an 128 updated long-term timeline as part of a plan if it alters the cap established pursuant to subsection 129 (f). 130 Section 3. Chapter 164 of the General Laws shall hereby be amended by inserting at the 131 end thereof the following new sections: 132 "Section 149. In this chapter, unless the context otherwise requires, the following words 133 shall have the following meanings:

As used in this legislation, the term "Company" is interchangeable with the term employer and refers to any local distribution company regulated under M.G.L. c. 164 § 3 and distributing natural gas to ratepayers.

As used in this legislation, the term "Dual Fuel Company" refers to Companies who
distribute natural gas and one or more other form of energy to commercial, governmental, and/or
residential ratepayers.

As used in this legislation, the term "Alternative Energy Company" refers to Companies who generate or distribute forms of energy who production and use results in the production of lower carbon emissions conventional natural gas or electric energy.

As used in this legislation, "Commonwealth" refers to Commonwealth and/or its departments, offices, agencies, political sub-divisions, and quasi-public agencies, including but not limited to quasi-public agencies subject to said chapter 150A by chapter 760 of the acts of 146 1962 and any quasi-public independent entity and any authority or body politic and corporate 147 established by the general court to serve a public purpose."

148 "Section 150: Every Company shall develop, and periodically amend a comprehensive 149 plan, as set forth in Section 149 to be filed with the Department of Public Utilities, for the hire, 150 retention, and training of a sufficient operations and maintenance workforce through 2050 151 addressing its plans to meet the Commonwealth's net zero emissions goals and its plans to fulfill 152 this Chapter's requirements to provide safe and reliable service as well as all other state and 153 Federal regulatory requirements. Such plan shall be amended bi-annually, beginning July 1, 154 2026. Each Company plan shall also provide projections for any attrition among its in-house 155 workforce and the utilization of outside contractors over both the biannual period and over the 156 course of the transition to net zero emissions.

157 Dual Fuel Companies must additionally provide, as part of their biannual plan, all 158 provisions, opportunities and initiatives to provide training and employment opportunities to 159 workers who may be displaced by the Company's compliance with the Commonwealth's net 160 zero emissions goals.

161 The Department shall, when initiated sua sponte or by motion of the Attorney General, 162 initiate an investigation to determine to determine the sufficiency of the Company's plan with 163 regard to meeting the Commonwealth's net zero emission requirements and Chapter 164's 164 reliability, safety and staffing requirements. Such plans, and all back-up data upon which the plans are based, shall be subject to disclosure to all intervening stakeholders during theinvestigation.

167 "Section 151. The Executive Office of Energy and Environmental Affairs and the
168 Executive Office of Labor and Workforce Development shall, joint and in collaboration,
169 administer programs, provide technical assistance, and develop regulations for a training fund to
170 support the establishment of apprenticeship programs to train Company employees on alternative
171 energy generation and distribution and raise the next generation of energy industry workers in
172 the Commonwealth.

Grants from the fund may be provided to Gas and Dual Fuel Companies for the development and execution of training of their workforces on a competitive basis, based upon a number of factors, including, but not limited to, the Company's demonstrated commitments to (1) retaining and repurposing its highly skilled in-house gas workforce on a dual fuel or alternative energy businesses, (2) maintaining high quality, longterm in-house employment opportunities in energy distribution. Labor organizations representing Gas Company workers and Dual Fuel Company workers may also apply for funding.

Alternative energy companies, including both generating or distributing companies, may also apply for training grants from this fund to defray the cost of hiring and training workers displaced by the Commonwealth's efforts to meet its net zero emissions goals. To qualify, alternative energy companies must demonstrate that (1) they are developing and executing plans for hiring, training and retention that include a demonstrated commitment to training and hiring gas company employees and other workers displaced by the Commonwealth's transition to net zero emissions, (2) they have or are in the process of developing robust in-house training

187	programs in the Commonwealth on alternative energy, and (3) their commitment to the creation
188	and maintenance of high quality, sustainable employment opportunities for displaced workers."
189	"Section 152. Per Capita Tax Credits for Dual Fuel and Alternative Energy Companies
190	Providing Suitable Employment to adversely affected workers.
191	Dual and alternative energy companies providing suitable employment in a comparable
192	occupation to adversely affected workers shall be eligible for tax credits on a per capita basis
193	based on employment census over the course of the tax year. Such credits shall be established,
194	after rulemaking, by the Executive Office of Labor and Workforce Development and the
195	Department of Revenue no later than January 1, 2026."
196	Section 4. Chapter 149 as appearing in the 2016 Official Edition of the General Laws is
197	hereby amended by inserting a new section:
198	"Section 27J. All construction, reconstruction, installation, alteration or repair on natural
199	gas utilities distribution infrastructure, including, but not limited to, pipelines, mains, services:
200	(1) requiring the excavation, construction, reconstruction of public lands, rights of way, public
201	works, or buildings and (2) not performed by Gas Company employees, shall be performed and
202	procured under this section of chapter 149.
203	No public authority, including, but not limited to, the Commonwealth, its subdivisions, a
204	county, or a municipality, shall agree to pipeline construction, reconstruction, installation,
205	alteration or repair work by a gas distribution company requiring the excavation, alternation,
206	reconstruction, or repair of public lands, works, or buildings unless said agreement contains a
207	stipulation requiring prescribed rates of wages, as determined by the commissioner, to be paid to
208	individuals performing pipeline construction who are not gas company employees.

209 Any such approval which does not contain said stipulation shall be invalid, and no 210 construction may commence thereunder. Said rates of wages shall be requested of said 211 commissioner by said public official or public body together with the gas local distribution 212 company on whose service territory the public infrastructure lies, and shall be furnished by the 213 commissioner in a schedule containing the classifications of jobs, and the rate of wages to be 214 paid for each job. Said rates of wages shall include payments to health and welfare plans, or, if 215 no such plan is in effect between employers and employees, the amount of such payments shall 216 be paid directly to said employees. Such requests for rates shall be made every six (6) months.

Whoever pays less than said rates of wages, including payments to health and welfare funds, or the equivalent in wages, on said works, and whoever accepts for his own use, or for the use of any other person, as a rebate, gratuity or in any other guise, any part or portion of said wages or health and welfare funds, shall have violated this section and shall be punished or shall be subject to a civil citation or order as provided in section 27C.

222 An employee claiming to be aggrieved by a violation of this section may, 90 days after 223 the filing of a complaint with the attorney general, or sooner if the attorney general assents in 224 writing, and within 3 years after the violation, institute and prosecute in his own name and on his 225 own behalf, or for himself and for others similarly situated, a civil action for injunctive relief, for 226 any damages incurred, and for any lost wages and other benefits pursuant to G.L. c. 149, s. 150. 227 An employee so aggrieved who prevails in such an action shall be awarded treble damages, as 228 liquidated damages, for any lost wages and other benefits and shall also be awarded the costs of 229 the litigation and reasonable attorneys' fees."

230	Section 5. Section 151A Chapter 149 as appearing in the 2016 Official Edition of the
231	General Laws is hereby amended by inserting a new Section at the end thereof:
232	Section 75. For the purposes of this section, the following words shall, unless the context
233	clearly requires otherwise, have the following meanings:
234	"Adversely affected employment," employment with an employer providing labor,
235	goods, and/or services facilitating the generation, distribution, or transmission of energy from
236	fossil fuels, including but not limited to the distribution of natural gas, which may be or are
237	adversely affected by the Commonwealth's efforts to realize its net zero emissions goals.
238	"Adversely affected worker," an individual who, because of lack of work in adversely
239	affected employment, has been totally or partially separated from such employment, or has been
240	threatened to be totally or partially separated from such employment.
241	"Adjustment assistance," any compensation, credit, benefit, funding, training, or service
242	provided under this Section.
243	"Suitable employment," at a wage that is not less than 90 percent of the wage the worker
244	received on the day before any partial or total separation.
245	"Applicable employer," an employer engaged in the generation, distribution/transmission
246	of energy from fossil fuels (fossil fuel employer")
247	an employer engaged in the generation, distribution, or transmission of fossil fuel energy
248	that also, either as a secondary component of its business or by corporate affiliation, generates,
249	distributes, or transmits another form of energy ("dual fuel employer"); distribute natural gas and
250	one or more other form of energy to commercial, governmental, and/or residential ratepayers or,

251	an employer providing labor, goods, and/or services in or to the renewable energy
252	industry ("alternative energy employer").
253	"Partial separation," with respect to an individual who has not been totally separated, that
254	such individual has experienced—
255	(A) a reduction in hours of work to 80 percent or less of the individual's average weekly
256	hours in adversely affected employment; and
257	(B) a reduction in wages to 80 percent or less of the individual's average weekly wage in
258	such adversely affected employment.
259	"Threatened," an individual who is aware of imminent total or partial separation from
260	employment with an applicable firm or with a company with which the applicable firm is
261	contracted to provide goods or services.
262	"Total separation," the layoff or severance of an adversely affected worker."
263	Section 6. Section 151A Chapter 149 as appearing in the 2016 Official Edition of the
264	General Laws is hereby amended by inserting the following new sections at the end thereof:
265	Section 76. In general DUA shall make payments of temporary additional unemployment
266	compensation for up to 104 additional weeks to adversely affected workers who have been
267	totally separated: have exhausted all rights to regular unemployment compensation under the
268	State law or under Federal law with respect to a benefit year;
269	have no rights to regular compensation with respect to a week under such law or any
270	other State unemployment compensation law or to compensation under any other Federal law;

271	and are able to work, available to work, and actively seeking work.
272	Exhaustion of benefits
273	For purposes of paragraph (1), an adversely affected individual shall be deemed to have
274	exhausted such individual's rights to regular compensation under a State law when-
275	(A) no payments of regular compensation can be made under such law because such
276	individual has received all regular compensation available to such individual based on
277	employment or wages during such individual's base period; or
278	(B) such individual's rights to such compensation have been terminated by reason of the
279	expiration of the benefit year with respect to which such rights existed.
280	(3) Weekly benefit amount.
281	In general, subject to paragraph, for purposes of any agreement under this section-
282	the amount of temporary additional unemployment compensation that shall be payable to
283	any applicable individual for any week of total unemployment shall be equal to the amount of the
284	regular compensation (including dependents' allowances) payable to such individual during such
285	individual's benefit year under the State law for a week of total unemployment;
286	the terms and conditions of the State law which apply to claims for regular compensation
287	and to the payment thereof (including terms and conditions relating to availability for work,
288	active search for work, and refusal to accept work) shall apply to claims for temporary additional
289	unemployment compensation and the payment thereof; and

the maximum amount of temporary additional unemployment compensation payable toany applicable individual is 156 weeks.

292 Section 77. Each applicable employer, as defined in Section 75 shall make contributions 293 as established by the Department of Unemployment Assistance, pursuant to its enabling 294 authority under Chapter 151A, into a newly established Clean Energy Just Transition 295 Unemployment Trust Fund to cover the cost of these benefits. The Department shall establishing 296 contribution rates and schedules as well as all relevant regulations for the Just Transition Trust 297 Fund to ensure that it is fully funded and may be utilized by all adversely affected employees 298 who are terminated no later than January 1, 2026. The Department may also use funding from 299 the Trust Fund to establish programs and benefits for adversely affected workers to assist them in 300 obtaining training and replacement employment opportunities and to cover health insurance.